

the transfer of certain custodial property to a qualified minor's trust terminates the custodianship of that property to a certain extent; defining a certain term; providing for the application of this Act; and generally relating to transfers of custodial property to certain trusts.

BY repealing and reenacting, without amendments,

Article – Estates and Trusts

Section 13-301(a)

Annotated Code of Maryland

(2001 Replacement Volume and 2004 Supplement)

BY adding to

Article – Estates and Trusts

Section 13-301(n)

Annotated Code of Maryland

(2001 Replacement Volume and 2004 Supplement)

BY repealing and reenacting, with amendments,

Article – Estates and Trusts

Section 13-301(n), (o), and (p) and 13-314

Annotated Code of Maryland

(2001 Replacement Volume and 2004 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Article – Estates and Trusts

13-301.

(a) In this subtitle the following words have the meanings indicated.

(N) ~~(H)~~ “QUALIFIED MINOR’S TRUST” MEANS A TRUST, INCLUDING A TRUST CREATED BY A CUSTODIAN FOR THE USE AND BENEFIT OF A MINOR:

~~(H)~~ (1) OF WHICH A MINOR IS THE SOLE BENEFICIARY DURING THE MINOR’S LIFETIME; AND

~~(H)~~ (2) THAT MEETS THE REQUIREMENTS OF § 2503(C) OF THE INTERNAL REVENUE CODE AND THE REGULATIONS IMPLEMENTING THAT SECTION.

~~(2)~~ “QUALIFIED MINOR’S TRUST” INCLUDES A TRUST CREATED BY THE CUSTODIAN FOR THE USE AND BENEFIT OF THE MINOR.

[(n)](O) “State” includes any state of the United States, the District of Columbia, the Commonwealth of Puerto Rico, and any territory or possession subject to the legislative authority of the United States.

[(o)](P) “Transfer” means a transaction that creates custodial property under § 13-309 of this subtitle.